

# PERAC

COMMONWEALTH OF MASSACHUSETTS | PUBLIC EMPLOYEE RETIREMENT ADMINISTRATION COMMISSION

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## MEMORANDUM

TO: Revere Retirement Board

FROM: John W. Parsons, Esq., Executive Director

RE: Approval of Funding Schedule

DATE: June 28, 2021

This Commission is hereby furnishing you with approval of the revised funding schedule you recently adopted (copy enclosed). The schedule assumes payments are made on November 1 of each fiscal year. The schedule is effective in FY22 (since the amount under the prior schedule was maintained in FY22) and is acceptable under Chapter 32.

The revised schedule reflects a reduction in the investment return assumption from 7.25% to 7.00% and a slight adjustment to the fully generational mortality assumption.

If you have any questions, please contact PERAC's Actuary, John Boorack, at (617) 666-4446, extension 935.

JWP/jfb

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Enc.



**Revere Retirement System**  
**January 1, 2021 Actuarial Valuation**

Total Appropriation Increases 6.32% each year until FY32 with final amortization payment in FY33

<b>Fiscal Year</b>	<b>Normal Cost</b>	<b>Net 3(8)(c)</b>	<b>Amort. of UAL</b>	<b>Total Cost</b>	<b>Unfunded Act. Liab.</b>	<b>% Total Cost Increase</b>
2022	5,149,752	230,000	9,646,697	15,026,449	115,124,967	
2023	5,381,490	230,000	10,364,630	15,976,121	113,089,319	6.32%
2024	5,623,657	230,000	11,132,154	16,985,811	110,159,925	6.32%
2025	5,876,722	230,000	11,952,593	18,059,315	106,222,328	6.32%
2026	6,141,175	230,000	12,829,489	19,200,663	101,150,585	6.32%
2027	6,417,527	230,000	13,766,618	20,414,145	94,806,228	6.32%
2028	6,706,316	230,000	14,768,003	21,704,319	87,037,145	6.32%
2029	7,008,100	230,000	15,837,932	23,076,032	77,676,367	6.32%
2030	7,323,465	230,000	16,980,973	24,534,437	66,540,751	6.32%
2031	7,653,021	230,000	18,201,993	26,085,014	53,429,553	6.32%
2032	7,997,407	230,000	19,506,180	27,733,587	38,122,885	6.32%
2033	8,357,290	230,000	20,839,489	29,426,779	20,380,035	6.11%
2034	8,733,368	230,000		8,963,368	0	-69.54%

Appropriation payments assumed to be made November 1 of each fiscal year

Normal cost assumed to increase 4.5% per year

Assumed expenses of \$1,000,000.

FY22 amount maintained at level of current funding schedule.